

Tirex CORP
Form 10QSB
May 14, 2007

U.S. SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-QSB

(Mark One)

Quarterly report under Section 13 or 15(d) of the Securities Exchange Act of 1934
For the quarterly period ended March 31, 2007.

Transition report under Section 13 or 15(d) of the Securities Exchange Act of 1934
For the transition period from to

Commission File Number 33-17598-NY

THE TIREX CORPORATION

(Exact Name of Small Business Issuer as Specified in Its Charter)

Delaware
(State or other jurisdiction of
Incorporation or Organization)

22-2824362
(I.R.S. Employer
Identification No.)

PO Box 1000
Stratford, CT, USA
06614-9991
(Mailing Address)

(203) 522-3247

(Issuer's telephone number, including area code)

PO Box 1000, Stratford Postal Office
411 Barnum Ave. Cutoff
Stratford CT USA 06614-9991
(Former Name, Former Address and Former Fiscal Year, if Changed Since Last Report)

Check whether the issuer: (1) filed all reports required to be filed by Section 13 or 15(d) of the Exchange Act during the past 12 months (or for such shorter period that the issuer was required to file such reports) and (2) has been subject to such filing requirements for the past 90 days. Yes No

APPLICABLE ONLY TO CORPORATE ISSUERS

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State the number of shares outstanding for each of the issuer's classes of common equity, as of March 31, 2007
:249,895,892 shares

Transitional Small Business Disclosure Format (check one): Yes No

The Tirex Corporation
(A Development Stage Company)

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The financial statements are unaudited. However, Management of registrant believes that all necessary adjustments, including normal recurring adjustments, have been reflected to present fairly the financial position of registrant at March 31, 2007 and the results of its operations and changes in its cash position for the three and nine month periods ended March 31, 2007 and 2006 and for the period from inception (July 15, 1987). This quarterly statement has not been reviewed by an independent accountant.

THE TIREX CORPORATION A DEVELOPMENT STAGE COMPANY

CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2007

THE TIREX CORPORATION
A DEVELOPMENT STAGE COMPANY

CONSOLIDATED BALANCE SHEET
AS AT MARCH 31, 2007

March 31,
2007

ASSETS

Current Assets		
Cash and cash equivalents	\$	-
Accounts receivable		-
Notes receivable		20,475
Inventory		73,322
Research and Experimental Development tax credits receivable		-
		93,797
Property and equipment, salvage value		50,000
Other assets		
Investment, at cost		89,500
		89,500
	\$	233,297

LIABILITIES AND STOCKHOLDERS EQUITY (DEFICIT)

Current Liabilities		
Accounts payable and accrued liabilities	\$	2,704,581
Current portion of long-term debt		78,091
		2,782,671
Other liabilities		
Long-term deposits and notes		217,500
Government loans (net of current)		-
Capital lease obligations (net of current)		-
Convertible notes		399,389
Convertible notes		195,556
Convertible loans		2,110,385
		2,922,830
		5,705,502
Stockholders Equity (Deficit)		
Common stock, \$.001 par value, authorized 250,000,000 shares, issued and outstanding 249,895,892 shares (June 30, 2005 - 249,895,892 shares)		249,896

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Additional paid-in capital	25,222,219
Deficit accumulated during the development stage	(30,312,763)
Unrealized gain (loss) on foreign exchange	(631,556)
	(5,472,205)

\$ 233,297

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THE TIREX CORPORATION
A DEVELOPMENT STAGE COMPANY

CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS

	Three months ended		Nine months ended		Cumulative from March 26, 1993 to March 31, 2007
	March 31		March 31		
	2007	2006	2007	2006	
Revenues	\$ -	\$ -	\$ -	\$ -	\$ 1,354,088
Cost of Sales	-	-	-	-	1,031,075
Gross profit	-	-	-	-	323,013
Operations					
General and administrative	93,724	117,564	314,931	383,340	13,126,726
Depreciation and amortization	-	-	-	-	365,545
Research and development	-	-	-	-	15,396,966
Total Expense	93,724	117,564	314,931	383,340	28,889,237
Income (loss) before other expenses	(93,724)	(117,564)	(314,931)	(383,340)	(28,566,224)
Other expenses (income)					
Interest expense	11,699	11,699	35,096	35,096	980,679
Interest income	-	-	-	-	(45,443)
Income from stock options	-	-	-	-	(10,855)
Loss on disposal of equipment	-	-	-	-	4,549
	11,699	11,699	35,096	35,096	928,930
Net income (loss)	(105,423)	(129,263)	(350,027)	(418,436)	(29,495,154)
Other comprehensive loss					
Loss (gain) on foreign exchange	-	-	-	-	106,137
Net income (loss) and comprehensive loss	\$ (105,423)	\$ (129,263)	\$ (350,027)	\$ (418,436)	\$ (29,601,291)

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Basic and Diluted net loss and comprehensive loss per common share	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.31)
Weighted average shares of common stock outstanding	249,895,892	249,895,892	249,895,892	249,895,892	95,134,231

THE TIREX CORPORATION
A DEVELOPMENT STAGE COMPANY

CONSOLIDATED STATEMENT OF CASH FLOWS

	Three months ended		Nine months ended		Cumulative from March 26, 1993 to March 31, 2007
	March 31		March 31		
	2007	2006	2007	2006	
Cash flows from operating activities:					
Net income (loss)	\$ (105,423)	\$ (129,263)	\$ (350,027)	\$ (418,436)	\$ (29,601,291)
Adjustments to reconcile net loss to net cash used in operating activities:					
Depreciation and amortization	-	-	-	-	364,304
(Gain) loss on disposal and abandonment of assets	-	-	-	-	2,005,498
Stock issued in exchange for interest	-	-	-	-	169,142
Stock issued in exchange for services and expenses	-	-	-	-	10,574,972
Stock options issued in exchange for services	-	-	-	-	3,083,390
Unrealized (loss) gain on foreign exchange	(16,698)	7,586	61,239	(80,521)	(631,576)
Other non-cash items	81,250	55,000	277,250	165,000	1,171,938
Changes in assets and liabilities:					
(Increase) decrease in:					
Account receivable	-	-	-	-	-
Inventory	-	-	-	-	(73,323)
Sales tax receivable	-	-	-	-	(36)
Research and experimental development tax credits receivable	-	-	-	-	-
Other assets	-	-	-	-	(10,120)
(Decrease) increase in :					
Accounts payables and accrued liabilities	9,621	16,677	(82,212)	173,957	2,327,034
Accrued salaries	31,250	50,000	93,750	150,000	666,902
Due to stockholders	-	-	-	-	5,000